DEC 3 U 1999

DIVISION OF OIL, GAS & MINING

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES

FORM MR-AR (Revised 3/98)

DIVISION OF OIL, GAS AND MINING

1594 West North Temple - Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801 Telephone: (801) 538-5291

Fax: (801) 359-3940

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I.	General Information		
	1.	Report Time Period: From (mo./yr.) Jaul, 1999 To (mo./yr.) Dec. 31, 1999	
	2.	DOGM File Number (Mine No): <u>547/00/64</u>	
	3.	Mine Name: Cotton Wood # 1	
	4.	Mineral(s) Mined (or permitted to mine): GILSONITE	
	5.	Type of mine ☐ Surface Mine or ☐ Underground Mine	
	6.	Legal Description (Location of Lands Affected):	
		1/4,1/4, Section 35, Township 105, Range 21E	
		1/4,1/4,1/4, Section, Township, Range	
		1/4,1/4,1/4, Section, Township, Range	
7.	Name of Operator or Company: LEXCO INC.		
	8.	Permanent Street Address:	
		City, State, Zip:	
		Phone: Fax:	
	9.	Company Representative (or designated operator):	
		Name:	
		Title:	
		Business Address:	
		City, State, Zip:	
		Phone: Fax:	
		Please check if any of the above information has changed since previous year.	
П.	<u>Mini</u>	ng and Reclamation	
	1.	Was there any mine related activity during the past year? Yes ☑ No □	
	2.	If no - what was the last year of activity?	
	3.	If yes - how much ore or mineral was mined?	

4.	Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.
	CONTINUED GILSONITE MINING 25000 TONS
	CONTINUED PHASE I DEVELOPMENT WITH CONSTRUCTION
	OF COTTONWOOD # Z SURFACE PACILITIES (IACRE)
5.	How much additional acreage was disturbed during the past year? ACLE
6.	How much acreage was reclaimed during the past year?
7.	Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.
	
8.	What is the total disturbed acreage of entire project at years end? Zacee
9.	Briefly summarize any mining and/or reclamation plans for the upcoming year.
	CONTINUE MINING COTTONWOOD #1, SINK BHAFT ON COTTONWOOD #2
	UN COTTON WOOD IL
NOTE:	Section III., "Additional Information" applies only to large mining operations.
III. <u>Additional</u>	<u>Information</u>
1.	An updated surface facilities map should be attached if there have been significant changes since the previous map was submitted.
2.	Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached.
IV. <u>Signature</u>	Requirement
I here	eby certify that the foregoing is true and correct.
	Name (Typed or Print): JAMES M., LEKAS
	Title of Operator:
	Signature of Operator:
	Date: (12/31/98
jb a:\forms\MR-AR	